# 239.7403-239.7404

# 239.7403-239.7404 [Reserved]

## 239.7405 Delegated authority for telecommunications resources.

The contracting officer may enter into a telecommunications service contract on a month-to-month basis or for any longer period or series of periods, not to exceed a total of 10 years. See PGI 239.7405 for documents relating to this contracting authority, which the General Services Administration has delegated to DoD.

[70 FR 67918, Nov. 9, 2005]

## 239.7406 Certified cost or pricing data and data other than certified cost or pricing data.

- (a) Common carriers are not required to submit certified cost or pricing data before award of contracts for tariffed services. Rates or preliminary estimates quoted by a common carrier for tariffed telecommunications services are considered to be prices set by regulation within the provisions of 10 U.S.C. 2306a. This is true even if the tariff is set after execution of the contract.
- (b) Rates or preliminary estimates quoted by a common carrier for nontariffed telecommunications services or by a noncommon carrier for any telecommunications service are not considered prices set by law or regulation.
- (c) Contracting officers shall obtain sufficient data to determine that the prices are reasonable in accordance with FAR 15.403–3 or 15.403–4. See *PGI 239.7406* for examples of instances where additional data may be necessary to determine price reasonableness.

 $[77\;\mathrm{FR}\;76940,\,\mathrm{Dec.}\;31,\,2012]$ 

## 239.7407 Type of contract.

When acquiring telecommunications services, the contracting officer may use a basic agreement (see FAR 16.702) in conjunction with communication service authorizations. When using this method, follow the procedures at PGI 239.7407.

[71 FR 27646, May 12, 2006]

# 239.7408 Special construction.

#### 239.7408-1 General.

(a) Special construction normally involves a common carrier giving a special service or facility related to the performance of the basic telecommunications service requirements.

This may include-

- (1) Moving or relocating equipment;
- (2) Providing temporary facilities;
- (3) Expediting provision of facilities; or
- (4) Providing specially constructed channel facilities to meet Government requirements.
- (b) Use this subpart instead of FAR part 36 for acquisition of "special construction."
- (c) Special construction costs may
- (1) A contingent liability for using telecommunications services for a shorter time than the minimum to reimburse the contractor for unamortized nonrecoverable costs. These costs are usually expressed in terms of a termination liability, as provided in the contract or by tariff;
- (2) A onetime special construction charge:
- (3) Recurring charges for constructed facilities:
- (4) A minimum service charge;
- (5) An expediting charge; or
- (6) A move or relocation charge.
- (d) When a common carrier submits a proposal or quotation which has special construction requirements, the contracting officer shall require a detailed special construction proposal. Analyze all special construction proposals to—
- (1) Determine the adequacy of the proposed construction;
- (2) Disclose excessive or duplicative construction; and
- (3) When different forms of charge are possible, provide for the form of charge most advantageous to the Government.
- (e) When possible, analyze and approve special construction charges before receiving the service. Impose a ceiling on the special construction costs before authorizing the contractor

to proceed, if prior approval is not possible. The contracting officer must approve special construction charges before final payment.

[56 FR 36429, July 31, 1991, as amended at 71 FR 39011, July 11, 2006]

#### 239.7408-2 Applicability of construction labor standards for special construction.

- (a) The construction labor standards in FAR Subpart 22.4 ordinarily do not apply to special construction. However, if the special construction includes construction, alteration, or repair (as defined in FAR 22.401) of a public building or public work, the construction labor standards may apply. Determine applicability under FAR 22.402.
- (b) Each CSA or other type contract which is subject to construction labor standards under FAR 22.402 shall cite that fact.

[56 FR 36429, July 31, 1991, as amended at 71 FR 39011, July 11, 2006]

# 239.7409 Special assembly.

- (a) Special assembly is the designing, manufacturing, arranging, assembling, or wiring of equipment to provide telecommunications services that cannot be provided with general use equipment.
- (b) Special assembly rates and charges shall be based on estimated costs. The contracting officer should negotiate special assembly rates and charges before starting service. When it is not possible to negotiate in advance, use provisional rates and charges subject to adjustment, until final rates and charges are negotiated. The CSAs authorizing the special assembly shall be modified to reflect negotiated final rates and charges.

[56 FR 36429, July 31, 1991, as amended at 71 FR 39011, July 11, 2006]

# 239.7410 Cancellation and termination.

- (a)(1) Cancellation is stopping a requirement after placing of an order but before service starts.
- (2) Termination is stopping a requirement after placing an order and after service starts.
- (b) Determine cancellation or termination charges under the provisions of

the applicable tariff or agreement/contract.

# 239.7411 Contract clauses.

- (a) In addition to other appropriate FAR and DFARS clauses, use the following clauses in solicitations, contracts, and basic agreements for telecommunications services. Modify the clauses only if necessary to meet the requirements of a governmental regulatory agency—
  - (1) 252.239-7002, Access;
- (2) 252.239-7004, Orders for Facilities and Services:
- (3) 252.239–7005, Rates, Charges, and Services;
  - (4) 252.239-7006, Tariff Information;
- (5) 252.239-7007, Cancellation or Termination of Orders;
  - (6) 252.239-7008, Reuse Arrangements.
- (b) Use the following clauses in solicitations, contracts, and basic agreements for telecommunications services when the acquisition includes or may include special construction. Modify the clauses only if necessary to meet the requirements of a governmental regulatory agency—
- (1) 252.239–7011, Special Construction and Equipment Charges; and
- (2) 252.239-7012, Title to Telecommunication Facilities and Equipment
- (c) Use the following clauses in basic agreements for telecommunications services—
- (1) 252.239-7013, Obligation of the Government:
- (2) 252.239-7014, Term of Agreement, and insert the effective date of the agreement in paragraph (a) of the clause; and
- (3) 252.239–7015, Continuation of Communication Service Authorizations, as appropriate, and insert in paragraph (a) of the clause, the name of the contracting office and the basic agreement or contract number which is being superseded.
- (d) Use the clause at 252.239-7016, Telecommunications Security Equipment, Devices, Techniques, and Services, in solicitations and contracts